

ND RISK MANAGEMENT FUND

State Investment Board Balance Sheet As of 8/31/2008

	As of 8-31-08	As of 6-30-08
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,083,597	\$ 1,018,171
DOMESTIC FIXED INCOME	2,274,412	2,351,498
INVESTED CASH (NOTE 1)	179,635	185,642
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TOTAL INVESTMENTS	3,537,644	3,555,311
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	48,480	47,430
MISCELLANEOUS RECEIVABLE	2	6
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TOTAL RECEIVABLES	48,482	47,436
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (I	131,410	131,410
OPERATING CASH	137	195
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TOTAL ASSETS	<u>\$ 3,717,673</u>	<u>\$ 3,734,352</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	131,410	131,410
ACCOUNTS PAYABLE	14	24
ACCRUED EXPENSES	46	42
INVESTMENT EXPENSE PAYABLE	5,483	5,483
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TOTAL LIABILITIES	136,953	136,959
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,597,393	3,695,796
CASH IN DURING YEAR (NOTE 3)	0	-
CASH OUT DURING YEAR (NOTE 4)	0	-
NET INCREASE (DECREASE)	(16,673)	(98,403)
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NET ASSETS AVAILABLE END OF PERIOD	3,580,720	3,597,393
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TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,717,673</u>	<u>\$ 3,734,352</u>

ND RISK MANAGEMENT FUND

State Investment Board Profit and Loss Statement For the Month Ended 8/31/2008

	Month Ended <u>8-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,746	\$ 25,633
SECURITIES LENDING INCOME	333	657
	<u>13,079</u>	<u>26,290</u>
 GAIN ON SALE OF INVESTMENTS	 57,479	 114,283
LOSS ON SALE OF INVESTMENTS	<u>59,244</u>	<u>122,226</u>
 NET GAINS (LOSSES) INVESTMENTS	 (1,765)	 (7,943)
 INVESTMENT EXPENSES	 1,218	 5,462
SECURITIES LENDING EXPENSES	249	498
 NET INVESTMENT INCOME	 9,847	 12,387
 NET APPREC (DEPREC) MARKET VALUE	 8,457	 (29,659)
MISCELLANEOUS INCOME/(EXPENSE)	<u>656</u>	<u>656</u>
 TOTAL INVESTMENT INCOME	 <u>18,960</u>	 <u>(16,616)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	28	57
 NET INCREASE (DECREASE)	 <u>\$ 18,932</u>	 <u>\$ (16,673)</u>

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Notes To Financial Statements
August 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.